

Eldson McGhee
Vietnam Veterans of America, Inc.
Chapter No. 883
1760 Rogers Avenue SW
Atlanta, GA 30310

June 21, 2012

The Honorable Julius Genachowski
Chairman
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, DC 20554

Re: FCC-2012-0164

Dear Chairman Genachowski:

As a nonprofit organization committed to the support of Vietnam-era veterans and their families, we write to express our concern over the Notice of Proposed Rulemaking related to wireline third-party billing. While we commend your leadership in protecting consumers against “cramming,” we also strongly believe that third-party billing services are of great importance to many black Americans and keep costs low for consumers and businesses alike.

Specifically, the FCC’s proposed “opt-in” requirement fails to make a distinction for wireline carriers, who inherently provide opt-in through the affirmative process of placing a collect or long distance call. We believe that implementing an additional consent process is unworkable for the wireline industry and may result in increased costs for businesses and consumers in already difficult economic times.

The current opt-in requirement in the Notice of Proposed Rulemaking does not appropriately consider the consequences of restricting this service. For example, when a collect call is made, the recipient already “opts-in” when he or she approves the charges. However, under the proposed rule, a consumer would face an added layer of “opting-in” ahead of time. In the event a collect call is made from a friend or loved one, which could very well be urgent in nature, he or she would be precluded from receiving the call unless the recipient has previously opted in.

In addition, black-owned small businesses would be adversely affected. Black-owned businesses grew by 60 percent between 2002 and 2007. This is more than three times the national growth rate. With the overwhelming majority of these 1.9 million businesses having less than 20 employees, many rely on third-party billing to streamline bookkeeping and save costs. In a struggling economy, doing away with services that lighten the overhead costs of a business would needlessly drain resources, harm customer service, prevent hiring, and in turn depress growth.

While we applaud your efforts to protect consumers from cramming, our country cannot afford new policies that would have unintended consequences for hardworking black American consumers.

We ask that the Commission consider rules that preserve the benefits of third-party billing, enable a more effective partnership with the industry and bear in mind the interests of our consumer and small business communities.

Sincerely,

Eldson McGhee

President, Vietnam Veterans of America